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September 30, 2009

FCC Mail Room

Marlene H. Dortch Office of the Secretary Federal Communications Commission 445 12th Street, SW, Room TW-A306 Washington, DC 20554

Re: In the Matter of Federal State Joint Board on Universal Service, CC Docket No. 96-45.

Dear Ms. Dortch:

I represent the Public Utilities Commission of Ohio ("Ohio Commission") in this proceeding and I am writing to you in that capacity.

Accompanying this letter is a copy of a Finding & Order released by the Ohio Commission on September 15, 2009. This Finding & Order was issued pursuant to the FCC's directive in CC Docket No. 96-45 requiring State commissions to certify that the rural and non-rural carriers eligible to receive federal high-cost support in their State (including high cost loop support, local switching support, high cost support received pursuant to the purchase of exchanges, and high cost model support) will use such funding only for the provision, maintenance, and upgrading of facilities and services for which the support is intended, consistent with § 254(e) of the Telecommunications Act of 1996.

As you can see from the attached Order (Attachment 1), the Ohio rural carriers previously identified by the Universal Service Administrative Company (USAC) as eligible to receive federal USF support have filed sworn affidavits with the Ohio Commission demonstrating their intent to use funding in a manner consistent with Section § 254(e) of the Telecommunications Act of 1996.

In further keeping with the federal certification requirements, also attached to this letter is a list (included as Attachment 2) identifying the specific rural carriers that were granted certification via the September 15, 2009 Finding & Order, along with each carrier's unique 6-digit NECA study area code.

No. of Copies rec'd 041 List ABCDE Accordingly, the Ohio Commission certifies that all of the above-referenced carriers have indicated in writing their intent to use the funding only for the provision, maintenance, and upgrading of facilities and services for which the support is intended, consistent with § 254(e) of the Telecommunications Act of 1996.

Please send me a time-stamped copy of this letter in the enclosed self-addressed envelope (an extra copy of this letter is enclosed for that purpose). Otherwise, if you should have any questions or comments regarding this submittal, please contact me at the number below or Jennifer Reed, Utilities Specialist 1 with the PUCO, at (614) 644-8000.

Respectfully submitted,

Werner L. Margard III

Public Utilities Section 180 E. Broad Street, 9th Floor

Columbus, OH 43215

(614) 466-4396

Fax: (614) 644-8764

cc: Karen Majcher, USAC

BEFORE

THE PUBLIC UTILITIES COMMISSION OF OHIO

In the Matter of the Commission)	•
Investigation of the Intrastate Universal)	Case No. 97-632-TP-COI
Service Discounts.	1	

FINDING AND ORDER

The Commission finds:

- (1) On May 7, 1997, the Federal Communications Commission (FCC) issued a Report and Order in CC Docket 96-45 (96-45) (In the Matter of Federal-State Board on Universal Service) adopting rules to promote universal service consistent with the requirements of the Telecommunications Act of 1996 (1996 Act). In its 96-45 decision, the FCC, among other things, set forth parameters for the states to determine those carriers eligible to receive federal universal service support. The states were further to determine those carriers that should be classified as rural carriers or non-rural carriers for the purpose of federal universal service support consistent with the Communications Act of 1934, as amended.
- On May 23, 2001, the FCC released its Fourteenth Report and (2) Order and Twenty-Second Order on Reconsideration in CC Docket No. 96-45, and determined that states should be responsible for deciding whether rural carriers are using their universal service high cost support, specifically, high cost loop support [47 C.F.R., Part 36], local switching support [47 C.F.R. \$54.301], and any high cost support received as a result of a purchase of exchanges [47 C.F.R. §54.305] consistent with Section 254(e). Under Section 254(e), carriers must use universal service support "only for the provision, maintenance, and upgrading of facilities and services for which the support is intended." Accordingly, the FCC stated that it would require the states that wish to receive federal universal service high cost funding support for rural carriers within their boundaries to file a certification with the FCC and the Universal Service Administrative Company (USAC) stating that all federal high-cost funds flowing to those carriers in that state will be used in a manner consistent with

Section 254(e). Absent such certification, carriers will not receive such support. Moreover, in the event that a State determines that a carrier has not complied with Section 254(e), the State shall have the authority to revoke a carrier's certification.

- (3) FCC certifications for federal high cost funding are to be submitted annually on October 1, in order to be eligible for high cost support throughout the next full calendar year. This Entry initiates the ninth annual proceeding conducted by the Commission pursuant to these federal directives.
- (4) In order to comply with the FCC's certification requirements, on August 26, 2009, the Commission released an Entry in the instant docket calling for notarized affidavits from those rural carriers receiving federal universal service high cost funding in Ohio, attesting that they will utilize such support consistent with Section 254(e). All affected carriers were required to use a template affidavit form provided by the Commission (as Attachment A in the August 26, 2009 Entry), and were directed to file such affidavits by September 14, 2009. Accordingly, properly filed affidavits were received from the following carriers:

Arcadia Telephone Company d/b/a TDS Telecom The Arthur Mutual Telephone Company Ayersville Telephone Company Bascom Mutual Telephone Company Benton Ridge Telephone Company Buckland Telephone Company Century Tel of Ohio, Inc. The Champaign Telephone Company The Chillicothe Telephone Company The Columbus Grove Telephone Company The Conneaut Telephone Company Continental Telephone Company d/b/a TDS Telecom Doylestown Telephone Company Farmers Mutual Telephone Company Fort Jennings Telephone Company Frontier Telecommunications of Michigan Germantown Independent Telephone Company Glandorf Telephone Company, Inc. Kalida Telephone Company, Inc.

Little Miami Telephone Corporation d/b/a TDS Telecom McClure Telephone Company Middle Point Home Telephone Company Minford Telephone Company New Knoxville Telephone Company Nova Telephone Company Oakwood Telephone Company d/b/a TDS Telecom Orwell Telephone Company The Ottoville Mutual Telephone Company Pattersonville Telephone Company Ridgeville Telephone Company Sherwood Mutual Telephone Association, Inc. Sycamore Telephone Company Telephone Service Company Vanlue Telephone Company d/b/a TDS Telecom Vaughnsville Telephone Company Wabash Telephone Company

- (5) The Commission's Staff has reviewed the affidavits submitted by the aforementioned companies, and has concluded that they satisfy the FCC's requirements for certification to receive high cost funding consistent with Section 254(e) of the 1996 Act.
- (6) The Commission finds that certification of the aforementioned carriers to receive federal high cost support, as well as high cost loop support [47 C.F.R., Part 36], local switching support [47 C.F.R. §54.301], and any high cost support received as a result of a purchase of exchanges [47 C.F.R. §54.305] for rural carriers, should be granted.

It is, therefore,

ORDERED, That all carriers identified in Finding (4) above are hereby certified to the FCC and USAC as being eligible to receive federal high cost support, as well as high cost loop support [47 C.F.R., Part 36], local switching support [47 C.F.R. §54.301], and any high cost support received as a result of a purchase of exchanges [47 C.F.R. §54.305] for rural carriers, as such carriers have demonstrated their intent to utilize such funding in a manner consistent with Section 254(e) of the Telecommunications Act of 1996. It is, further,

ORDERED, That nothing contained in this Finding and Order shall be deemed binding upon this Commission in any subsequent investigation or proceeding involving the justness or reasonableness of any rate, charge, rule, or regulation. It is, further,

ORDERED, That a copy of this Finding and Order be served upon the Ohio Telecom Association and Telephone Service Company.

THE PUBLIC UTILITIES COMMISSION OF OHIO

Alan R. Schriber, Chairman

Paul A. Centolella

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Valerie A. Lemmie

Ronda Hartman Fergus

Cheryl I. Roberto

JR:sm

Entered in the Journal

SEP 15 2009

Reneé J. Jenkins

Secretary